LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 7589 NOTE PREPARED: Apr 8, 2009
BILL NUMBER: SB 525 BILL AMENDED: Apr 7, 2009

SUBJECT: Education Issues.

FIRST AUTHOR: Sen. Lubbers

BILL STATUS: CR Adopted - 2nd House

FIRST SPONSOR: Rep. Porter

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> (Amended) *Bus Contracts:* This bill provides that a contract entered into by a state agency may require the contractor to offer to political subdivisions the services, supplies, or transportation equipment (including buses) that are the subject of the contract under conditions specified in the contract.

Comer School: The bill creates the Comer school development program. It provides for the establishment of pilot programs to benefit at risk students at public schools having certain characteristics, and requires a pilot program to include professional development for teachers, curriculum development, and other elements. The bill establishes the school development pilot program fund to provide grants to enable participating school corporations to establish and operate pilot programs.

Effective Date: July 1, 2009.

Explanation of State Expenditures: Bus Contracts: The addition of transportation equipment, including buses, to items that a contractor has to offer political subdivisions should not have any fiscal impact on the state.

Comer School: The bill would establish the Comer School Development Program to fund pilot programs at public urban school with at least 50% of the students eligible for free or reduced lunch the prior year and at least 10% of the teachers that have a limited license or are teaching outside their licensed area.. The pilot programs would include:

- 1. Professional development for teachers.
- 2. Curriculum development and oversight.

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- 3. Development of support systems that promote student learning.
- 4. Community development.
- 5. Significant matching funds from nonprofit entities or businesses.
- 6. Parental participation.

The bill would create the Comer School Development Fund to provide funding for the pilot programs. The fund consists of gifts, appropriations by the legislature, and grants. Any money in the fund at the end of the fiscal year would not revert to the General Fund. The impact would depend on the number of pilots funded by the legislature and grants or gifts the fund might receive. This bill does not contain an appropriation for the fund or program.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: See Explanation of State Expenditures

State Agencies Affected: Department of Education.

Local Agencies Affected: Local Schools.

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.

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